Amendment No. 1 to SB3237

Clerk Comm. Amdt. Cooper Signature of Sponsor

FILED Date Time__

AMEND Senate Bill No. 3237

House Bill No. 3241*

by deleting all language after the enacting clause and by substituting instead the following:

SECTION 1. This act sets forth prohibitions against the wrongful declination to issue coverage for health insurance based upon uninsurability, and against the wrongful declination of enrollment by a hospital or medical service corporation or health maintenance organization based upon uninsurability. It is the expressed intent of the General Assembly that this section be liberally construed to effect its purpose.

SECTION 2. Tennessee Code Annotated, Section 56-8-104, is hereby amended by adding the following as a new, appropriately designated item:

(__) ISSUING DECLINATIONS OF ACCIDENT AND HEALTH COVERAGE.

- (A) With respect to any licensed agent:
- (i) Issuing a letter of declination of accident and health insurance to a consumer without underwriting the risk pursuant to the insurability guidelines of each health insurance company, hospital and medical service corporation, health maintenance organization or other authorized person represented by such licensed agent;
- (ii) Issuing a letter of declination of accident and health coverage to a consumer if the consumer is insurable by any health insurance company, hospital and medical service corporation, health maintenance organization, or other authorized person represented by such licensed agent.

Amendment No. 1 to SB3237

FILED	
Date	
Time	
Clerk	
Comm. Amdt	

<u>Cooper</u> Signature of Sponsor

AMEND Senate Bill No. 3237

House Bill No. 3241*

(B) Nothing in subdivision (__)(A) shall be construed as requiring any licensed agents to provide a letter of declination of accident and health coverage to a consumer for the purpose of making the consumer eligible for TennCare benefits and services.

SECTION 3. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions of the act which can be given effect without the invoking provision or application, and to that end the provisions of this act are declared to be severable.

SECTION 4. This act shall take effect upon becoming law, the public welfare requiring it.